

FISCAL NOTE

Bill #: HB0169

Title: Revise insurance producer licensing laws

Primary Sponsor: Keane, J

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
Expenditures:		
State Special Revenue	\$0	\$0
Revenue:		
State Special Revenue	\$270,000	\$0
Net Impact on General Fund Balance:	\$0	\$0

- | | |
|---|--|
| <input type="checkbox"/> Significant Local Gov. Impact | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts |
| <input type="checkbox"/> Dedicated Revenue Form Attached | <input type="checkbox"/> Needs to be included in HB 2 |

Fiscal Analysis

ASSUMPTIONS:

1. There will be no impact on the number of resident applications or continuing education filings received by the State Auditor's Office (SAO).
2. There will be no impact on the number of non-resident applications received by the SAO.
3. The non-resident continuing education fee will increase from \$10 to \$25. There are approximately 16,000 non-resident producers.
4. A license reinstatement fee will be implemented for producers that let their licenses lapse.
5. The license renewal fee will change from an annual fee to a biennial fee. This change will be phased in over a four-year period.
6. SAO will now collect a \$50 adjusters license fee on a biennial renewal fee. SAO estimates there are approximately 600 insurance adjusters currently licensed in Montana.
7. These fees will be deposited into a state special revenue account to the credit of the SAO.

Fiscal Note Request HB0169, As Introduced
(continued)

FISCAL IMPACT:

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
<u>Expenditures:</u>	\$0	\$0
<u>Funding of Expenditures:</u>		
State Special Revenue (02)	\$0	\$0
<u>Revenues:</u>		
State Special Revenue (02)	\$270,000	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
State Special Revenue (02)	\$270,000	\$0